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Electronically Recorded
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**Tarrant County Texas** 

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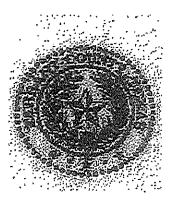
Diga Winker

PGS 3

\$24.00

Suzanne Henderson

Submitter: ACS



DALE PROPERTY SERVICES, LLC ATTN: RECORDING TEAM 500 TAYLOR ST. STE 600 FORT WORTH, TEXAS 76102

Submitter: DALE PROPERTY SERVICES, LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

DO NOT DESTROY

WARNING - THIS IS PART OF THE OFFICIAL RECORD

ELECTRONICALLY RECORDED BY ERXCHANGE NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE

## PAID UP OIL AND GAS LEASE (No Surface Use)

Electronically Recorded Chesapeake Operating, Inc.

THIS LEASE AGREEMENT IS made this 13th day of OCTOBER, 2010, by and between IMMANUEL EVANGELICAL LUTHERAN CHURCH OF FORT WORTH, A TEXAS NON-PROFIT CORPORATION, whose address is 7321 LOLA DR., FORT WORTH TX. 76180, as Lessor, and CHESAPEAKE EXPLORATION, L.L.C., an Oklahoma limited liability company, whose address is P.O. Box 18496, Oklahoma City, Oklahoma 73154-0496, as Lessee. All printed portions of this lease were prepared by the party hereinabove named as Lessee, but all other provisions (including the completion of

blank spaces) were prepared jointly by Lessor and Lessee.

1. In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases and lets exclusively to Lessee the following described

land, hereinafter called leased premises:

<u>6.062</u> ACRES OF LAND, MORE OR LESS, BEING <u>BLOCK 7 LOT A</u>, OUT OF THE <u>HOLIDAY HEIGHTS ADDITION</u>, AN ADDITION TO THE CITY OF <u>NORTH RICHLAND HILLS</u>, BEING MORE PARTICULARLY DESCRIBED BY METES AND BOUNDS IN THAT CERTAIN PLAT RECORDED IN VOLUME 388-97, PAGE 24 OF THE PLAT RECORDS OF TARRANT COUNTY, TEXAS.

in the county of TARRANT, State of TEXAS, containing 6.062 gross acres, more or less (including any interests therein which Lessor may hereafter acquire by reversion, in the county of TARKANT, State of TEAAS, containing 0.002 gross acres, more of ress (including any interests therein which tessor may hereafter acquire by reversion, prescription or otherwise), for the purpose of exploring for, developing, producing and marketing oil and gas, along with all hydrocarbon and non hydrocarbon substances produced in association therewith (including geophysical/seismic operations). The term "gas" as used herein includes helium, carbon dioxide and other commercial gases, as well as hydrocarbon gases. In addition to the above-described leased premises, this lease also covers accretions and any small strips or parcels of land now or hereafter owned by Lessor which are contiguous or adjacent to the above-described leased premises, and, in consideration of the aforementioned cash bonus, Lessor agrees to execute at Lessee's request any additional or supplemental instruments for a more complete or accurate description of the land so covered. For the purpose of determining the amount of any shut-in royalties hereunder, the number of gross acres above specified shall be deemed correct, whether accurally more or less.

- 2. This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a primary term of FIVE YEARS (5) years from the date hereof, and for as long thereafter as oil or gas or other substances covered hereby are produced in paying quantities from the leased premises or from lands pooled therewith or this lease is otherwise maintained in effect pursuant to the provisions hereof.

  3. Royalties on oil, gas and other substances produced and saved hereunder shall be paid by Lessee to Lessor as follows: (a) For oil and other liquid hydrocarbons.
- separated at Lessee's separator facilities, the royalty shall be TWENTY-FIVE PERCENT (25)% of such production, to be delivered at Lessee's option to Lessor at the wellhead or to Lessor's credit at the oil purchaser's transportation facilities, provided that Lessee shall have the continuing right to purchase such production at the wellhead market price then prevailing in the same field (or if there is no such price then prevailing in the same field, then in the nearest field in which there is such a prevailing price) for production of similar grade and gravity; (b) for gas (including casing head gas) and all other substances covered hereby, the royalty shall be <u>TWENTY-FIVE</u> PERCENT (25)% of the proceeds realized by Lessee from the sale thereof, less a proportionate part of ad valorem taxes and production, severance, or other excise taxes and the costs incurred by Lessee in delivering, processing or otherwise marketing such gas or other substances, provided that Lessee shall have the continuing right to purchase such production at the prevailing wellhead market price paid for production of similar quality in the same field (or if there is no such price then prevailing in the same field, then in the nearest field in which there is such a prevailing price) pursuant to comparable purchase contracts entered into on the same or nearest preceding date as the date on which Lessee commences its purchases hereunder, and (o) if at the end of the primary term or any time thereafter one or more wells on the leased premises or lands pooled therewith are capable of either producing oil or gas or other substances covered hereby in paying quantities or such wells are waiting on hydraulic fracture stimulation, but such well or wells are either shut-in or production there from is not being sold by Lessee, such well or wells are shut-in or production there from is not being sold by Lessee, such payment to be made to Lessor's credit in the depository designated below, on or before the end of said 90-day period and thereafter on or before each anniversary of the end of said 90-day period while the well or wells are shut-in or production there from is not being sold by Lessee; provided that if this lease is otherwise being maintained by operations, or if production is being sold by Lessee from another well or wells on the leased premises or lands pooled therewith, no shut-in royalty shall be due until the end of the 90-day period next following cessation of such operations or production. Lessee's failure to properly pay shut-in royalty shall render Lessee liable for the amount due, but shall not operate to terminate this lease.

  4. All shut-in royalty payments under this lease shall be paid or tendered PERCENT (25)% of the proceeds realized by Lessee from the sale thereof, less a proportionate part of ad valorem taxes and production, severance, or other excise taxes
- which shall be Lessor's depository agent for receiving payments regardless of changes in the ownership of said land. All payments or tenders may be made in currency, or by check or by draft and such payments or tenders to Lessor or to the depository by deposit in the US Mails in a stamped envelope addressed to the depository or to the Lessor at the last address known to Lessee shall constitute proper payment. If the depository should liquidate or be succeeded by another institution, or for any reason fail or refuse to accept payment hereunder, Lessor shall, at Lessee's request, deliver to Lessee a proper recordable instrument naming another institution as depository agent to receive
- at the last address known to Lessee shall constitute proper payment. If the depository should liquidate or be succeeded by another institution, or for any reason fail or refuse a cocopt payment hereunder, Lesseor's request, deliver to Lessee a proper recordable instrument naming another institution as depository agent to receive payments.

  5. Except as provided for in Paragraph 3, above, if Lessee drills a well which is incapable of producing in paying quantities (hereinafter called "dry hole") on the leased premises or lands pooled therewith, or if all production (whether or not in paying quantities) permanently ceases from any cause, including a revision of unit boundaries premated in force if Lessee commences operations for reworking an existing well or for drilling an additional well or for otherwise being maintained in force in the lease of premises or lands pooled therewith within 90 days after completion or operations or such dry hole or within 90 days after such cessation or all production. If at the end of the primary term, or at any time thereafter, this lease is not otherwise being maintained in force but Lessee is then engaged in drilling, reworking or any other or the primary term, or at any time thereafter, this lease is not otherwise being maintained in force but Lessee is then engaged in drilling, reworking or any other or present or the production in paying quantities resourced with no cessation of more than 90 consecutive days, and if any such operations reasons that calculated to obtain or restore production there from, this leases shall remain in forces to drew all capable of producing in application and present in a strength of producing in paying quantities hereunder. Lessee shall drill such additional wells on the leased premises or lands pooled therewith. After completion or work and present in a such as a such paying to proper to do so in order to pruder the producing or protect the leased premises from uncompensated drainage by any well or any part of the leased premises or interest th

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- 8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties to receive the credit of decedent's estate in the depository designated above. If at any time two or more hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or persons are entitled to shut-in royalties hereinder shall not affect the rights of arising with respect to the transferred interest, and failure of the transferse in the such shall be relieved of all obligations with respect to the transferred interest; and failure of the transferse a full or undivided interest in this lease then held by each.

  9. Lessee may, at any time and from time to time, deliver to Lessor or file of reco
- If Lessee releases all or an undivided interest in less than all of the area covered hereby. Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest relationshe hereunder.

  10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or untitzed herewith, in producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or untitzed herewith, in producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or untitzed herewith, in producing or explority of the producing and marketing oil, gas and other substances covered hereby on the leased premises as may be primary and/or enhanced recovery. Lessee shall have the fight of impress and egress along with the right to conduct such operations, and the construction and use of roads, canals, pipelines, reasonably necessary for such purposes, including his, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, producing carried the such participation, and the such participation of the such participat

- operations.

  17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

  17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

  DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

LESSOR (WHETHER ONE OR MORE)

IMMANUEL EVANGELICAL LUTHERAN CHURCH OF FORT WORTH

Kaymone

Printed Name: Raymond A. Soucheck

Title: President

Signature: Lete Sampe

Printed Name: Pete Sampe

Title: Treasurer

## CORPORATE ACKNOWLEDGMENT

STATE OF TEXAS COUNTY OF TARRANT

This instrument was acknowledged before me on the Evangelical Lutheran Church of Fort Worth, a non-profit Texas corporation, on behalf of said corporation.

ERICA GOLDSMITH

Notary Public, State of Texas My Commission Expires

December 21, 2013

day of OGO DCK, 2010, by RAYMOND A. SOUCHECK President, of Immanuel

Hord  $\sqrt{\sim}$ 

Notary Public, State of Texas Notary's name (printed): Notary's commission exp

CORPORATE ACKNOWLEDGMENT

STATE OF TEXAS COUNTY OF TARRANT

13th \_day of OCTORCY, 2010, by PETE SAMPE Treasurer, of Immanuel Evangelical This instrument was acknowledged before me on the Lutheran Church of Fort Worth, a non-profit Texas corporation, on behalf of said corporation



Notary Public, State of Texas Notary's name (printed): Notary's commission expires: